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Northern District of California

UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA SAN JOSE DIVISION

VLSI TECHNOLOGY LLC,

Plaintiff,

v.

INTEL CORPORATION,

Defendant.

Case No. 17-cv-05671-BLF

ORDER GRANTING ADMINISTRATIVE MOTION

[Re: ECF No. 902]

Before the court is VLSI's Administrative Motion to File Under Seal. ECF No. 902. This motion is related to a previous motion, ECF No. 512, which the Court denied because VLSI's request was not narrowly tailored. ECF No. 894. For the reasons described below, the administrative motion is GRANTED.

I. LEGAL STANDARD

"Historically, courts have recognized a 'general right to inspect and copy public records and documents, including judicial records and documents." Kamakana v. City & Cty. Of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006) (quoting Nixon v. Warner Commc'ns, Inc., 435 U.S. 589, 597 & n.7 (1978)). Accordingly, when considering a sealing request, "a 'strong presumption in favor of access' is the starting point." *Id.* (quoting *Foltz v. State Farm Mut. Auto.* Ins. Co., 331 F.3d 1122, 1135 (9th Cir. 2003)). Parties seeking to seal judicial records relating to motions that are "more than tangentially related to the underlying cause of action" bear the burden of overcoming the presumption with "compelling reasons" that outweigh the general history of access and the public policies favoring disclosure. Ctr. for Auto Safety v. Chrysler Grp., 809 F.3d 1092, 1099 (9th Cir. 2016); Kamakana, 447 F.3d at 1178–79.

Records attached to motions that are "not related, or only tangentially related, to the merits of a case," however, are not subject to the strong presumption of access. Ctr. for Auto Safety, 809 1

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Northern District of California

F.3d at 1099; see also Kamakana, 447 F.3d at 1179 ("[T]he public has less of a need for access to court records attached only to non-dispositive motions because those documents are often unrelated, or only tangentially related, to the underlying cause of action."). Parties moving to seal the documents attached to such motions must meet the lower "good cause" standard of Rule 26(c). Kamakana, 447 F.3d at 1179 (internal quotations and citations omitted). This standard requires a "particularized showing," id., that "specific prejudice or harm will result" if the information is disclosed. Phillips ex rel. Estates of Byrd v. Gen. Motors Corp., 307 F.3d 1206, 1210–11 (9th Cir. 2002); see Fed. R. Civ. P. 26(c). "Broad allegations of harm, unsubstantiated by specific examples of articulated reasoning" will not suffice. Beckman Indus., Inc. v. Int'l Ins. Co., 966 F.2d 470, 476 (9th Cir. 1992).

II. **DISCUSSION**

VLSI writes that the information should be sealed because disclosure "could cause significant competitive and business harms to VLSI." ECF No. 902 at 5. VLSI argues that the portions are narrowly tailored. Id.

The Court finds that compelling reasons exist to seal the highlighted portions of the document. See Exeltis USA Inc. v. First Databank, Inc., No. 17-CV-04810-HSG, 2020 WL 2838812, at *1 (N.D. Cal. June 1, 2020) (noting that courts have found "confidential business information" in the form of "business strategies" sealable under the compelling reasons standard.). The Court also finds that the request is narrowly tailored.

The Court's ruling is summarized below:

ECF or Exhibit	Document	Portion(s) to Seal	Ruling
No.			
ECF No. 512	Excerpts of the	Blue-boxed	Granted, as the blue-boxed portions
Ex. 7 to VLSI's	April 20, 2023	portions at ¶¶ 359,	reflect highly-confidential licenses
Supplemental	Opening Report	363–65, 387, 395–	produced in this case, including royalty
Briefs	of Mark	96, 402, 414, 422,	rates and licensing terms. ECF No.
	Chandler	427, 442–43, 465,	902-1 ¶¶ 9–11. Disclosure of this
		495, 522–23	information could cause significant
			competitive and business harms to
			VLSI, as well as unfair advantage to
			Intel and other potential license
			counterparties. See ECF No. 902-1 ¶¶
			13–17.

Ex. 8 to VLSI's	Excerpts of the	Blue-boxed	Granted, as the blue-boxed portions
Supplemental	May 16, 2023	portions at ¶ 438.	reflect VLSI's highly-confidential and
Briefs	Supplemental		proprietary damages analysis for the
	Report of Dr.		'922 Patent Wen Decl. ¶¶ 9–10. Public
	William		disclosure of this information could
	Mangione-		cause significant competitive and
	Smith		business harms to VLSI, as well as
			unfair advantage to Intel and other
			potential license counterparties. See
			ECF No. 902-1 ¶¶ 12– 17.
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III. ORDER

For the foregoing reasons, IT IS HEREBY ORDERED that VLSI's administrative motion is granted.

Dated: April 24, 2024

BETH LABSON FREEMAN United States District Judge